

FY 2012-13: ESTIMATE OF 2012 INCOME TAX ADJUSTEMENT BY REDUCING 6% RATE TO 5%

Objective: Reduce 6% rate to 5% with 0%, 3%, 4%, 5% and 7% brackets unchanged.

With these brackets and rates, 100% of filers have a lower or unchanged liability and the General Fund is impact is (\$ 25,572,000).

Baseline Taxable Income Range 2010	Current Tax Structure					Estimate of Adjusted Tax Structure		
	Projected # of Filers 2012	Cumulative # of Filers	Cumulative % of Filers	Projected Average Taxable Income 2012	Average Tax Liability 2012	Adjusted Average Tax Liability 2012	Average Tax Increase/ (Decrease) 2012	Total Dollar Increase/ (Decrease) 2012
col 1	col 2 (/a)	col 3	col 4	col 5 (/b)	col 6	col 7	col 8	col 9
0	737,287	737,287	34.10%	0	0	0	0	0
1-5,000	267,109	1,004,397	46.45%	2,384	0	0	0	0
5,000-10,000	185,691	1,190,087	55.04%	7,896	176	176	0	0
10,000-20,000	265,592	1,455,680	67.32%	15,603	616	588	(28)	(5,790,094)
20,000-30,000	183,439	1,639,119	75.81%	26,311	1,366	1,338	(28)	(5,136,306)
30,000-40,000	130,326	1,769,445	81.84%	36,999	2,114	2,086	(28)	(3,649,126)
40,000-50,000	94,198	1,863,643	86.19%	47,678	2,861	2,833	(28)	(2,637,546)
50,000-60,000	70,498	1,934,141	89.45%	58,336	3,608	3,580	(28)	(1,973,947)
60,000-70,000	52,547	1,986,689	91.88%	68,970	4,352	4,324	(28)	(1,471,327)
70,000-80,000	39,541	2,026,230	93.71%	79,641	5,099	5,071	(28)	(1,107,151)
80,000-90,000	28,731	2,054,961	95.04%	90,274	5,843	5,815	(28)	(804,471)
90,000-100,000	21,460	2,076,421	96.03%	100,918	6,588	6,560	(28)	(600,876)
100,000-110,000	15,784	2,092,205	96.76%	111,621	7,337	7,309	(28)	(441,952)
110,000-120,000	11,841	2,104,046	97.31%	122,328	8,087	8,059	(28)	(331,557)
120,000-130,000	9,335	2,113,381	97.74%	132,938	8,830	8,802	(28)	(261,378)
130,000-140,000	7,184	2,120,564	98.08%	143,556	9,573	9,545	(28)	(201,139)
140,000-150,000	5,695	2,126,260	98.34%	154,267	10,323	10,295	(28)	(159,466)
150,000-160,000	4,603	2,130,862	98.55%	164,937	11,070	11,042	(28)	(128,875)
160,000-170,000	3,686	2,134,548	98.72%	175,535	11,811	11,783	(28)	(103,197)
170,000-180,000	3,096	2,137,644	98.87%	186,256	12,562	12,534	(28)	(86,688)
180,000-190,000	2,547	2,140,191	98.98%	196,804	13,300	13,272	(28)	(71,321)
190,000-200,000	2,127	2,142,318	99.08%	207,580	14,055	14,027	(28)	(59,553)
200,000-225,000	4,002	2,146,320	99.27%	225,248	15,291	15,263	(28)	(112,052)
225,000-250,000	2,761	2,149,081	99.39%	252,434	17,194	17,166	(28)	(77,319)
250,000-300,000	3,830	2,152,912	99.57%	290,464	19,856	19,828	(28)	(107,253)
300,000-400,000	3,835	2,156,746	99.75%	365,153	25,085	25,057	(28)	(107,368)
400,000-500,000	1,928	2,158,674	99.84%	473,008	32,635	32,607	(28)	(53,984)
500,000- \$1M	2,565	2,161,239	99.96%	712,816	49,421	49,393	(28)	(71,807)
\$1 M - \$2 M	661	2,161,900	99.99%	1,429,786	99,609	99,581	(28)	(18,509)
\$2 M +	283	2,162,183	100.00%	4,830,808	337,681	337,653	(28)	(7,912)
Total	2,162,183			\$25,197	\$1,288	\$1,260	(\$28)	(\$25,572,000)

2012 Current Tax Brackets

0.00% \$0 to 2,800
 3.00% \$2,800 to 5,600
 4.00% \$5,600 to 8,400
 5.00% \$8,400 to 11,200
 6.00% \$11,200 to 14,000
 7.00% Over \$14,000

Adjusted Brackets

0.00% \$0 to 2,800
 3.00% \$2,800 to 5,600
 4.00% \$5,600 to 8,400
 5.00% \$8,400 to 11,200
 5.00% \$11,200 to 14,000
 7.00% Over \$14,000

Source: BEA, SC Dept. of Revenue Income Tax Data, 2010

/a 2010 Base Year Grown by 1% per year

/b 2010 Base Year Taxable Income Grown by 4.5% and 4% for '11 and '12 respectively